

NOTICE OF RULE MAKING – Pre-proposal #10-30

The Washington State Liquor Control Board has entered into the initial stage of rule making to review **WAC 314-38 Permits.** As part of the Board's ongoing regulatory improvement efforts, this chapter of rules is being reviewed for relevance, clarity, and accuracy.

The Liquor Control Board encourages you to give input on changes that will clarify the rules on **Permits.** Following the comment period, the agency will propose a change in the rules. The agency will send out and publish the proposed revised rules and will hold at least one public hearing before the rules are adopted.

This notice can be found at http://www.liq.wa.gov/laws.asp under Proposed Rules. The text of the WAC under review is attached.

Public Comment

Please forward your comments to the Liquor Control Board by mail, e-mail, or fax by December 3, 2010.

By mail: Rules Coordinator By e-mail: By fax:

Liquor Control Board <u>rules@liq.wa.gov</u> 360-664-9689

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Chapter 314-38 WAC

PERMITSLast Update: 9/27/93wac

14-38-010

14-38-020

14-38-030

14-38-040

14-38-050

Special permit to consume liquor on the premises of a business not licensed under Title 66 RCW.

Permits--Fees established.

Fee for replacement of a lost or destroyed license or permit.

Beverage alcohol raffle permit--Fee.

Class 4 permit--Purpose--Use.

WAC 314-38-010 Special permit to consume liquor on the premises of a business not licensed under Title 66 RCW. (1) The special permit provided by RCW 66.20.010(4) to consume liquor on the premises of a business not licensed under Title 66 RCW shall only be issued to businesses at which the service and consumption of liquor is incidental to, and does not form a portion of, the service the business is engaged in producing or marketing. The permit shall not be used by the holder thereof for purposes of stimulating or increasing business from the general public.

(2) Each permit shall be issued for a period of twelve months from the first day of the month in which it is issued. The fee for each permit issued shall be five hundred dollars.

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- (3) The permit shall be issued for, and service and consumption of liquor will be limited to, specified hospitality rooms and/or dining rooms which shall be on the premises of the business applying for the permit. A separate permit is required for each business premises at which liquor is to be served or consumed. The general public shall not be permitted in the hospitality or dining room at any time during the service or consumption of liquor.
- (4) The permit will authorize the service and consumption of liquor, without charge, by employees and invited guests of the business holding the permit. No sale of liquor will be authorized in any manner, whether by scrip, donation, contribution, or otherwise. No charge of any kind may be made by the permittee to invited guests for admission to the hospitality or dining room, or for any meals or other services provided to them in the hospitality or dining room.
- (5) All liquor served or consumed under the permit shall be purchased from a Washington state licensed retailer or a Washington state liquor store or agency at full retail price.
- (6) The permit shall be issued in the name of the business applying for it, and that business shall not allow any other person, business, or organization to utilize the permit. The issuance of any permit by the board shall not be construed as granting a vested right in any of the privileges so conferred, and a misrepresentation of fact found to have been made by the applicant or permittee shall be deemed a lack of good faith and

shall constitute good and sufficient cause for the disapproval of a permit application or for the revocation or suspension of any permit issued by the board.

[Statutory Authority: RCW 66.08.030 and 66.20.010. 82-13-068 (Order 106, Resolution No. 115), § 314-38-010, filed 6/16/82.]

WAC 314-38-020 Permits--Fees established. The fees for permits authorized under RCW 66.20.010 are hereby established as follows:

- (1) A fee of five dollars is established for a special permit as authorized by RCW 66.20.010(1).
- (2) The fee for a special permit as authorized by RCW 66.20.010(2) for purchase of five gallons or less is established as five dollars and for purchase of over five gallons is established as ten dollars.
- (3) A fee for a banquet permit, as authorized by RCW 66.20.010(3), is established in WAC 314-18-040.
- (4) The fee for a special business permit, as authorized by RCW 66.20.010(4), is established in WAC 314-38-010(2).
- (5) The fee of ten dollars is established for a special permit as authorized by RCW 66.20.010(5).
- (6) A fee of five dollars is established for a special permit as authorized by RCW 66.20.010(6).

- (7) A special permit as authorized by RCW 66.20.010(7) shall be issued without charge to those eligible entities.
- (8) The fee of twenty-five dollars is established for a special permit as authorized by RCW 66.20.010(8).
- (9) The fee of twenty-five dollars is established for a special permit as authorized by RCW 66.20.010(9).
- (10) The fee of thirty dollars is established for a special permit as authorized by RCW 66.20.010(10).
- (11) The fee of seventy-five dollars is established for a special permit as authorized by RCW 66.20.010(11).

[Statutory Authority: RCW 66.08.030, 66.20.010 and 66.98.070. 84-14-028 (Order 145, Resolution No. 154), § 314-38-020, filed 6/27/84; 83-23-123 (Order 133, Resolution No. 142), § 314-38-020, filed 11/23/83.]

WAC 314-38-030 Fee for replacement of a lost or destroyed license or permit. (1) A fee of five dollars is established for replacement by the board of a lost or destroyed agent's license issued pursuant to RCW 66.24.310.

(2) The fee of five dollars is established for replacement by the board of a lost or destroyed retail or wholesale liquor license of any class.

[Statutory Authority: RCW 66.08.030, 66.20.010 and 66.98.070. 83-23-123 (Order 133, Resolution No. 142), § 314-38-030, filed 11/23/83.]

WAC 314-38-040 Beverage alcohol raffle permit--Fee. (1)

Any organization authorized to conduct a raffle under RCW

9.46.0315 may raffle beverage alcohol upon obtaining a raffle permit from the board. The fee for a raffle permit shall be ten dollars for a one-time raffle permit or twenty-five dollars for an annual permit.

- (2) An application for a raffle permit shall be on a form prescribed by the board and filed with the board at the headquarters office in Olympia thirty days in advance of the commencement of ticket sales.
- (3) An application for a raffle permit must contain the following information:
- (a) The full name of the bona fide charitable or bona fide nonprofit organization with verification of qualification as prescribed in RCW 9.46.0209;
- (b) Name, address, and phone number of the organization officer in charge of the raffle
 - (c) The date the raffle ticket sales will commence;
 - (d) The date, time and exact location of the drawing;
- (e) A description of the beverage alcohol being raffled including its estimated value;
 - (f) And the source of the alcohol to be raffled.

- (4) An organization officer must certify that:
- (a) Only organization members may purchase tickets or be awarded prizes;
- (b) The organization meets the qualifications of a bona fide charitable or bona fide nonprofit organization as provided in RCW 9.46.0209;
- (c) The organization will not sell more than \$5,000 dollars worth of raffle tickets in a calendar year;
- (d) The organization will not sell raffle tickets to anyone under twenty one years of age when alcohol is awarded as a prize.
- (5) Alcohol to be raffled must have all applicable Washington State taxes paid and may only be:
 - (a) Purchased at retail or
 - (b) Donated by a private citizen.
- (6) Upon application being filed and fee paid the board may issue a raffle permit. The raffle permit will state the:
 - (a) Organization name,
 - (b) Address,
 - (c) Date and time of the drawing,
 - (d) Effective dates of the raffle permit.
 - (e) And a description of the alcohol to be raffled.
- (7) The raffle permit shall be posted at the location of the drawing prior to and during the drawing. The organization or person in charge of the raffle shall; when requested by any representative or agent of the board and/or any law enforcement

officer; exhibit to such person the raffle permit and shall allow such person to inspect the raffle items at any time.

[Statutory Authority: RCW 66.08.030. 92-01-079, § 314-38-040, filed 12/16/91, effective 1/16/92.]

WAC 314-38-050 Class 4 permit--Purpose--Use. (1) The purpose of a Class 4 Permit as authorized by RCW 66.20.010(4) is to (a) allow for the consumption of liquor products in private businesses and (b) not to compete with liquor licensed establishments.

- (2) All liquor served by holders of a Class 4 permit must be purchased at retail from the board or a retail liquor licensee.
- (3) Liquor may not be sold by holders of a Class 4 permit, but may be provided at no charge for consumption on the premises of the permit holder.
- (4) The holder of a Class 4 permit may serve liquor for no more than twenty-four hours during any weekly (168 hour) period.
- (5) While the Class 4 permit holder may advertise their business services, no liquor service shall be advertised.

[Statutory Authority: RCW 66.08.030. 93-20-031, § 314-38-050, filed 9/27/93, effective 10/28/93.]